

EXHIBIT 4

Solsten Projections

Base case sensitivity analysis

Performance Drilling, LLC: Asset Purchase

Income Statement

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Revenue	\$ 27,566,625	\$ 25,750,750	\$ 26,523,273	\$ 27,318,971	\$ 28,138,540	\$ 28,982,696	\$ 29,852,177	\$ 30,747,742	\$ 31,670,174	\$ 32,620,280
Rig Expenses	15,603,750	13,181,747	13,577,199	13,984,515	14,404,051	14,836,172	15,281,257	15,739,695	16,211,886	16,698,243
Gross	11,962,875	12,569,003	12,946,073	13,334,455	13,734,489	14,146,524	14,570,919	15,008,047	15,458,288	15,922,037
Overhead	4,147,997	3,218,844	3,315,409	3,414,871	3,517,317	3,622,837	3,731,522	3,843,468	3,958,772	4,077,535
Miscellaneous	3,031,895	1,318,175	1,357,720	1,398,452	1,440,405	1,483,617	1,528,126	1,573,970	1,621,189	1,669,824
Insurance	671,300	671,300	691,439	712,182	733,548	755,554	778,221	801,567	825,614	850,383
EBITDA	4,111,683	7,360,685	7,581,505	7,808,950	8,043,219	8,284,515	8,533,051	8,789,042	9,052,714	9,324,295
Depreciation	1,015,167	1,015,167	1,015,167	1,015,167	1,015,167	1,015,167	1,015,167	1,015,167	1,015,167	1,015,167
Interest Expense	1,522,750	1,391,938	1,254,586	1,110,367	958,936	799,934	632,981	457,681	312,501	160,061
Net Income before Taxes	1,573,766	4,953,580	5,311,752	5,683,417	6,069,116	6,469,415	6,884,903	7,316,194	7,725,046	8,149,067
Income Tax Expense	550,818	1,733,753	1,859,113	1,989,196	2,124,191	2,264,295	2,409,716	2,560,668	2,703,766	2,852,173
Net Income	1,022,948	3,219,827	3,452,639	3,694,221	3,944,926	4,205,120	4,475,187	4,755,526	5,021,280	5,296,894
Dividend	228,300	228,300	228,300	228,300	228,300	228,300	228,300	228,300	228,300	228,300
Net Income	\$ 1,022,948	\$ 3,219,827	\$ 3,452,639	\$ 3,694,221	\$ 3,944,926	\$ 4,205,120	\$ 4,475,187	\$ 4,755,526	\$ 5,021,280	\$ 5,296,894
Depreciation	1,015,167	1,015,167	1,015,167	1,015,167	1,015,167	1,015,167	1,015,167	1,015,167	1,015,167	1,015,167
Principal pymt on debt	(2,616,230)	(2,747,042)	(2,884,394)	(3,028,614)	(3,180,044)	(3,339,047)	(3,505,999)	(2,903,610)	(3,048,790)	(3,201,230)
Preferred dividend	(228,300)	(228,300)	(228,300)	(228,300)	(228,300)	(228,300)	(228,300)	(228,300)	(228,300)	(228,300)
Net cash available	(806,416)	1,259,651	1,355,112	1,452,474	1,551,748	1,652,940	1,756,055	2,638,783	2,759,356	2,882,531
	<u>1st QTR</u>	<u>2nd QTR</u>	<u>3rd QTR</u>	<u>4th QTR</u>						
Revenue	\$ 6,588,250	\$ 6,588,250	\$ 7,195,063	\$ 7,195,063						
Rig Expenses	4,334,375	4,117,656	3,684,219	3,467,500						
Gross	2,253,875	2,470,594	3,510,844	3,727,563						
Overhead	1,317,650	1,317,650	1,079,259	433,438						
Miscellaneous	866,875	823,531	442,106	899,383						
Insurance	167,825	167,825	167,825	167,825						
EBITDA	(98,475)	161,588	1,821,653	2,226,917						
Depreciation	253,792	253,792	253,792	253,792						
Interest Expense	380,688	380,688	380,688	380,688						
Net Income before Taxes	(732,954)	(472,892)	1,187,174	1,592,438						
Income Tax Expense	(256,534)	(165,512)	415,511	557,353						
Net Income	(476,420)	(307,380)	771,663	1,035,085						
Dividend	57,075	57,075	57,075	57,075						
Net Income	\$ (476,420)	\$ (307,380)	\$ 771,663	\$ 1,035,085						
Depreciation	253,792	253,792	253,792	253,792						
Principal pymt on debt	(654,058)	(654,058)	(654,058)	(654,058)						
Preferred dividend	(57,075)	(57,075)	(57,075)	(57,075)						
Net cash available	(933,761)	(764,721)	314,322	577,744						

SolstenXP Drilling, LLC

Base case sensitivity analysis

Performance Drilling, LLC: Asset Purchase

Balance Sheet

	Begin Balance Sheet	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Balance Sheet											
Current Assets											
Cash	\$ 165,000	\$ 766,405	\$ 2,049,496	\$ 3,310,638	\$ 4,666,248	\$ 6,118,148	\$ 7,668,160	\$ 9,318,113	\$ 11,847,520	\$ 14,495,187	\$ 17,262,599
Accounts Receivable	5,000,000	4,531,500	4,233,000	4,359,990	4,490,790	4,625,513	4,764,279	4,907,207	5,054,423	5,206,056	5,362,238
Inventories	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Prepaid and Other	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000	300,000
Total Current Assets	5,565,000	5,697,905	6,682,496	8,070,628	9,557,038	11,143,661	12,832,439	14,625,320	17,301,943	20,101,243	23,024,837
Drilling Rigs and Related, net	32,100,000	31,084,833	30,069,667	29,054,500	28,039,333	27,024,167	26,009,000	24,993,833	23,978,667	22,963,500	21,948,333
Other long lived assets, net	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Total Assets	\$ 38,665,000	\$ 37,782,738	\$ 37,752,163	\$ 38,125,128	\$ 38,596,371	\$ 39,167,828	\$ 39,841,439	\$ 40,619,153	\$ 42,280,610	\$ 44,064,743	\$ 45,973,170
Current Liabilities											
Accounts Payable	\$ 500,000	\$ 1,282,500	\$ 1,083,431	\$ 1,115,934	\$ 1,149,412	\$ 1,183,895	\$ 1,219,411	\$ 1,255,994	\$ 1,293,674	\$ 1,332,484	\$ 1,372,458
Accrued Expenses	100,000	256,820	180,829	181,347	181,805	182,197	182,519	182,763	182,923	184,057	185,145
CPLTD	2,616,230	2,747,042	2,884,394	3,028,614	3,180,044	3,339,047	3,505,999	2,903,610	3,048,790	3,201,230	-
Total Current Liabilities	3,216,230	4,286,362	4,148,654	4,325,895	4,511,261	4,705,139	4,907,929	4,342,367	4,525,387	4,717,770	1,557,604
Long Term Debt											
Indenture Trustee	25,955,000	23,891,459	21,724,740	19,449,686	17,060,879	14,552,632	11,918,972	9,153,630	6,250,020	3,201,230	-
Washington State Bank	4,500,000	3,947,311	3,366,987	2,757,647	2,117,841	1,446,043	740,656	0	-	-	-
CPLTD	(2,616,230)	(2,747,042)	(2,884,394)	(3,028,614)	(3,180,044)	(3,339,047)	(3,505,999)	(2,903,610)	(3,048,790)	(3,201,230)	-
Total Long Term Debt	27,838,770	25,091,728	22,207,334	19,178,720	15,998,675	12,659,629	9,153,630	6,250,020	3,201,230	-	-
Total Debt	31,055,000	29,378,090	26,355,988	23,504,614	20,509,937	17,364,767	14,061,559	10,592,387	7,726,616	4,717,770	1,557,604
Member Equity:											
Preferred equity	7,610,000	7,610,000	7,610,000	7,610,000	7,610,000	7,610,000	7,610,000	7,610,000	7,610,000	7,610,000	7,610,000
Distributions	-	(228,300)	(456,600)	(684,900)	(913,200)	(1,141,500)	(1,369,800)	(1,598,100)	(1,826,400)	(2,054,700)	(2,283,000)
Retained Earnings	-	-	1,022,948	4,242,775	7,695,414	11,389,635	15,334,560	19,539,680	24,014,867	28,770,393	33,791,673
Net Income	-	1,022,948	3,219,827	3,452,639	3,694,221	3,944,926	4,205,120	4,475,187	4,755,526	5,021,280	5,296,894
Total Equity	7,610,000	8,404,648	11,396,175	14,620,514	18,086,435	21,803,060	25,779,880	30,026,767	34,553,993	39,346,973	44,415,567
Equity & Total Liabilities	\$ 38,665,000	\$ 37,782,738	\$ 37,752,163	\$ 38,125,128	\$ 38,596,371	\$ 39,167,828	\$ 39,841,439	\$ 40,619,153	\$ 42,280,610	\$ 44,064,743	\$ 45,973,170

SolstenXP Drilling, LLC
Base case sensitivity analysis
Performance Drilling, LLC: Asset Purchase
Cash Flow Statement

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Net Income from Operations	\$ -	\$ 1,022,948	\$ 3,219,827	\$ 3,452,639	\$ 3,694,221	\$ 3,944,926	\$ 4,205,120	\$ 4,475,187	\$ 4,755,526	\$ 5,021,280
Cash Flow from Operating Activities										
Depreciation	-	1,015,167	1,015,167	1,015,167	1,015,167	1,015,167	1,015,167	1,015,167	1,015,167	1,015,167
(Gain)/Loss on Sale of Assets	-	-	-	-	-	-	-	-	-	-
Change in Assets & Liabilities	-	-	-	-	-	-	-	-	-	-
Accounts Receivable, net of allowance	-	468,500	298,500	(126,990)	(130,800)	(134,724)	(138,765)	(142,928)	(147,216)	(151,633)
Prepaid Expenses	-	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-	-
Accounts Payable	-	782,500	(199,069)	32,503	33,478	34,482	35,517	36,582	37,680	38,810
Other Current Liabilities	-	156,820	(75,991)	518	458	393	322	244	160	1,134
Cash Flow from Operating Activities	-	2,422,987	1,038,607	921,197	918,303	915,318	912,240	909,065	905,790	903,478
Cash Flow from Investing Activities										
Long Term Assets										
Purchase/(Sale) of Long Term Assets	-	-	-	-	-	-	-	-	-	-
Proceeds from Sale of Fixed Assets	-	-	-	-	-	-	-	-	-	-
Cash Flow from Investing Activities	-	-	-	-	-	-	-	-	-	-
Cash Flow from Financing Activities										
Proceeds from Long Term Debt	-	-	-	-	-	-	-	-	-	-
Repayment of Long Term Debt	-	(2,616,230)	(2,747,042)	(2,884,394)	(3,028,614)	(3,180,044)	(3,339,047)	(3,505,999)	(2,903,610)	(3,048,790)
Borrowings/(Repayments) to/from	-	-	-	-	-	-	-	-	-	-
Repayment of Short Term Notes	-	-	-	-	-	-	-	-	-	-
Preferred distributions	-	(228,300)	(228,300)	(228,300)	(228,300)	(228,300)	(228,300)	(228,300)	(228,300)	(228,300)
Additional Paid In Capital	-	-	-	-	-	-	-	-	-	-
Cash Flow from Financing Activities	-	(2,844,530)	(2,975,342)	(3,112,694)	(3,256,914)	(3,408,344)	(3,567,347)	(3,734,299)	(3,131,910)	(3,277,090)
Change in Cash	-	601,405	1,283,091	1,261,142	1,355,610	1,451,899	1,550,013	1,649,953	2,529,407	2,647,668
Cash - Beginning Balance	-	165,000	766,405	2,049,496	3,310,638	4,666,248	6,118,148	7,668,160	9,318,113	11,847,520
Cash - Ending Balance	\$ -	\$ 766,405	\$ 2,049,496	\$ 3,310,638	\$ 4,666,248	\$ 6,118,148	\$ 7,668,160	\$ 9,318,113	\$ 11,847,520	\$ 14,495,187

Disclosure:

The projections contained herein constitute results of forward looking operating and macroeconomic underlying assumptions. The forecasted balance sheet, income statement and statement of cash flows are based on those estimates and assumptions.

There is no assurance that the estimates or assumptions are predictive of actual outcomes; rather, they are intended to give the reader an indication of results of one of many possible business scenarios. Therefore, the reader of each such projection should independently assess probable outcomes and operating results.

The Proposed Purchase has prepared the projections based upon the information made available to it and Proposed Purchaser takes no responsibility and makes no representations concerning the information provided to it used in the preparation of the projections.

Assumptions:

Beginning balance sheet draws from information submitted by Debtors to bankruptcy court.

Proposed purchaser has had no opportunity to perform any due diligence.

Performance assumptions:

If no interference caused by Debtors upon transition,

Moderate to severe transition disruption in Q1

Minimal to moderate transition disruption in Q2

Minimal transition disruption in Q3

Fully transition operations by Q4

Annual rig utilization of 85%.

Average Rig daily rate of \$16,600.

No material rig overhaul necessary.

3% inflation.

No participation in Dutch Auction included for purposes of operational assessment.

No 3% Preferred Buyback Rights exercise included for purposes of operational assessment.